



SHARON ENERGY LTD.

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The following is for immediate release in Canada, Wednesday, January 29, 2003.

SHARON CLOSES \$280,000 UNIT ISSUE

Sharon Energy Ltd. is pleased to announce that it has closed a \$280,000 financing.

On January 28, 2003, Sharon issued 1,866,666 units at \$0.15 per unit for an aggregate consideration of \$280,000. Each unit consists of one common share and one share purchase warrant. The share purchase warrant entitles the holder to purchase one common share at a price of \$0.20 per share until July 28, 2004. The shares have been legended to prohibit their trading until May 29, 2003. The share purchase warrants are not transferable.

The proceeds from the offering will be used to finance the Company's U.S. exploration program, including participation in the initial well on the Company's deep Wilcox, Mustang Creek prospect, in Texas. Drilling is expected to commence next week.

Humboldt Capital Corporation, an insider of Sharon, purchased 46% of the units issued, pursuant to the offering. Humboldt is controlled by R.W. Lamond, an officer and director, as well as a control person of Sharon. Mr. Lamond now owns or controls 12.5 million common shares, or 47% of Sharon's outstanding common shares and owns options or warrants to purchase a further 966,667 common shares.

Sharon Energy Ltd. is a junior oil and gas company currently conducting active natural gas exploration programs in Texas, Wyoming and Alberta. Sharon is currently focused on exploring for natural gas in Alberta and deep Wilcox gas in Texas.

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Forward looking statements – statements included in this press release that are not historical facts may be considered “forward looking statements.” All estimates and statements that describe the Company's objectives, goals or future plans are forward looking statements. Forward looking statements involve inherent risks and uncertainties where actual results could differ materially from those currently anticipated.

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